DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 150 S. Independence Mall West Suite 216, The Public Ledger Building Philadelphia, Pennsylvania 19106-3499



Region III/Division of Medicaid and Children's Health Operations

SWIFT #112820124026

AUG 0 5 2013

Cynthia B. Jones, Director Department of Medical Assistance Services 600 East Broad Street, Suite 1300 Richmond, VA 23219

Dear Ms. Jones:

We have reviewed State Plan Amendment (SPA) 11-21, Supplemental Payments for Private Hospital Partners of Type One Hospitals in which you propose to make quarterly supplemental payments to qualifying private hospitals for outpatient services rendered during the quarter. Maximum aggregate payments to all qualifying hospitals in this group shall not exceed the available upper payment limit per state fiscal year. In order to qualify for the supplemental payment, the hospital must be currently enrolled as a Virginia Medicaid provider, and must be owned or operated by a private entity where a Type One Hospital has a non-majority interest. The only qualifying hospital as of October 25, 2011 is Culpeper Hospital.

This SPA is acceptable. Therefore, we are approving SPA 11-21 with an effective date of October 25, 2011. Enclosed are the approved SPA pages and signed CMS-179 form.

If you have further questions about this SPA, please contact Margaret Kosherzenko of my staff at 215-861-4288.

Sincerely,

Associate Regional Administrator

Enclosures